110TH CONGRESS 1ST SESSION

H. R. 1927

To repeal the requirement for reduction of survivor annuities under the Survivor Benefit Plan by veterans dependency and indemnity compensation, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

April 18, 2007

Mr. Ortiz (for himself, Mr. Moran of Virginia, Mr. Edwards, Mr. Hinojosa, Mr. Filner, Mr. Reyes, Ms. Corrine Brown of Florida, Mr. Hare, Mr. Gordon of Tennessee, Mrs. Boyda of Kansas, Mr. Pastor, Mr. Moore of Kansas, Mr. Brady of Pennsylvania, Mr. Rogers of Alabama, Mr. Rodriguez, Ms. Shea-Porter, Mr. Arcuri, Mr. Bartlett of Maryland, Mr. Lampson, Mr. Grijalva, Mr. Higgins, Mr. McGovern, Mr. Perlmutter, Mr. McNerney, Mr. Marshall, Mr. Jackson of Illinois, and Ms. Woolsey) introduced the following bill; which was referred to the Committee on Armed Services

A BILL

To repeal the requirement for reduction of survivor annuities under the Survivor Benefit Plan by veterans dependency and indemnity compensation, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. REPEAL OF REQUIREMENT OF REDUCTION OF
- 4 SBP SURVIVOR ANNUITIES BY DEPENDENCY
- 5 AND INDEMNITY COMPENSATION.
- 6 (a) Repeal.—

| 1 | (1) In General.—Subchapter II of chapter 73 |
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| 2 | of title 10, United States Code, is amended as fol- |
| 3 | lows: |
| 4 | (A) In section 1450, by striking subsection |
| 5 | (c). |
| 6 | (B) In section 1451(c)— |
| 7 | (i) by striking paragraph (2); and |
| 8 | (ii) by redesignating paragraphs (3) |
| 9 | and (4) as paragraphs (2) and (3), respec- |
| 10 | tively. |
| 11 | (2) Conforming amendments.—Such sub- |
| 12 | chapter is further amended as follows: |
| 13 | (A) In section 1450— |
| 14 | (i) by striking subsection (e); and |
| 15 | (ii) by striking subsection (k). |
| 16 | (B) In section 1451(g)(1), by striking sub- |
| 17 | paragraph (C). |
| 18 | (C) In section 1452— |
| 19 | (i) in subsection (f)(2), by striking |
| 20 | "does not apply—" and all that follows |
| 21 | and inserting "does not apply in the case |
| 22 | of a deduction made through administra- |
| 23 | tive error."; and |
| 24 | (ii) by striking subsection (g). |

(D) In section 1455(c), by striking ", 1 2 1450(k)(2),". 3 (b) Prohibition on Retroactive Benefits.—No benefits may be paid to any person for any period before 5 the effective date provided under subsection (f) by reason 6 of the amendments made by subsection (a). 7 (c) Prohibition on Recoupment of Certain 8 Amounts Previously Refunded to SBP Recipi-ENTS.—A surviving spouse who is or has been in receipt 10 of an annuity under the Survivor Benefit Plan under subchapter II of chapter 73 of title 10, United States Code, 12 that is in effect before the effective date provided under subsection (f) and that is adjusted by reason of the amendments made by subsection (a) and who has received 14 15 a refund of retired pay under section 1450(e) of title 10, United States Code, shall not be required to repay such 16 refund to the United States. 18 (d) Repeal of Authority for Optional Annuity FOR DEPENDENT CHILDREN.—Section 1448(d)(2) of 19 20 such title is amended— (1) by striking "Dependent Children.—" 21 and all that follows through "In the case of a mem-22 ber described in paragraph (1)," and inserting "DE-23 24 PENDENT CHILDREN.—In the case of a member de-25 scribed in paragraph (1),"; and

| 1 | (2) by striking subparagraph (B). |
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| 2 | (e) RESTORATION OF ELIGIBILITY FOR PREVIOUSLY |
| 3 | ELIGIBLE SPOUSES.—The Secretary of the military de- |
| 4 | partment concerned shall restore annuity eligibility to any |
| 5 | eligible surviving spouse who, in consultation with the Sec- |
| 6 | retary, previously elected to transfer payment of such an- |
| 7 | nuity to a surviving child or children under the provisions |
| 8 | of section 1448(d)(2)(B) of title 10, United States Code, |
| 9 | as in effect on the day before the effective date provided |
| 10 | under subsection (f). Such eligibility shall be restored |
| 11 | whether or not payment to such child or children subse- |
| 12 | quently was terminated due to loss of dependent status |
| 13 | or death. For the purposes of this subsection, an eligible |
| 14 | spouse includes a spouse who was previously eligible for |
| 15 | payment of such annuity and is not remarried, or remar- |
| 16 | ried after having attained age 55, or whose second or sub- |
| 17 | sequent marriage has been terminated by death, divorce |
| 18 | or annulment. |
| 19 | (f) Effective Date.—The sections and the amend- |
| 20 | ments made by this section shall take effect on the later |
| 21 | of— |
| 22 | (1) the first day of the first month that begins |
| 23 | after the date of the enactment of this Act; or |
| 24 | (2) the first day of the fiscal year that begins |
| 25 | in the calendar year in which this Act is enacted. |

1 SEC. 2. EFFECTIVE DATE OF PAID-UP COVERAGE UNDER

- 2 SURVIVOR BENEFIT PLAN.
- 3 (a) Survivor Benefit Plan.—Section 1452(j) of
- 4 title 10, United States Code, is amended by striking "Oc-
- 5 tober 1, 2008" and inserting "October 1, 2007".
- 6 (b) Retired Serviceman's Family Protection
- 7 Plan.—Section 1436a of such title is amended by striking
- 8 "October 1, 2008" and inserting "October 1, 2007".

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